

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 2153 - SB 2099

March 24, 2009

SUMMARY OF BILL: Requires the Secretary of State to develop a consolidated form allowing for simultaneous dissolution and termination of a corporation or LLC and sets the fee at \$20 per filing.

ESTIMATED FISCAL IMPACT:

Decrease State Revenue – \$72,000
Increase State Expenditures - \$9,400/One-Time
\$104,100/Recurring

Assumptions:

- Current fees would be reduced by \$20 per filing due to the simultaneous filing of dissolution and termination documents by corporations and LLC's which are now filed separately.
- Approximately 1,800 corporations filed separate documents for dissolution and termination during each year of 2007 and 2008.
- In 2008, approximately 1,860 LLC's filed separate documents for dissolution and termination.
- Based on an average of 3,600 simultaneous filings per year, which are now being filed separately, the decrease in revenue to the Department of State is estimated to be \$72,000 (3,600 x \$20).
- According to the Department of Revenue, the TPVS will require one Taxpayer Services Rep III and one Taxpayer Services Rep II position to administer the termination and withdrawal requirements of the bill and the coordination of activities with the Secretary of State.
- The increase in state expenditures for the two positions is estimated to be a one-time cost of \$9,400 (equipment and furniture) and a recurring cost of \$104,148 (\$55,068 salary + \$35,880 benefits + \$13,200 related expenses).

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible, and "W." in the middle.

James W. White, Executive Director

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